

EUR/USD down in the lower half of \$1.16-1.17

There was a relatively quiet start to the week on financial markets yesterday, amid a sparse data calendar on both sides of the Atlantic. Indeed, the only release of note was the German Ifo survey for August. Business sentiment improved for an eighth consecutive month, to 89.0 (vs. no change 88.6 f'cast), driven by an increase in future business expectations. However, the data had no material impact on markets.

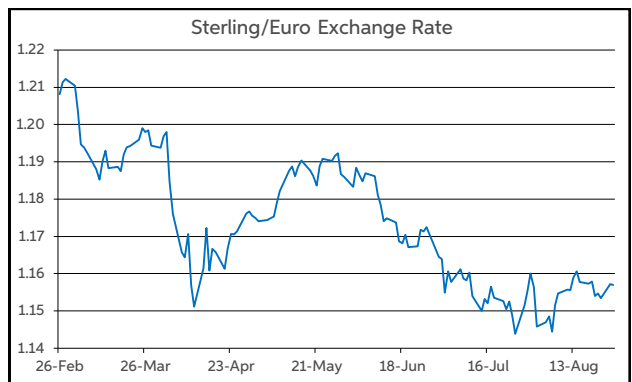
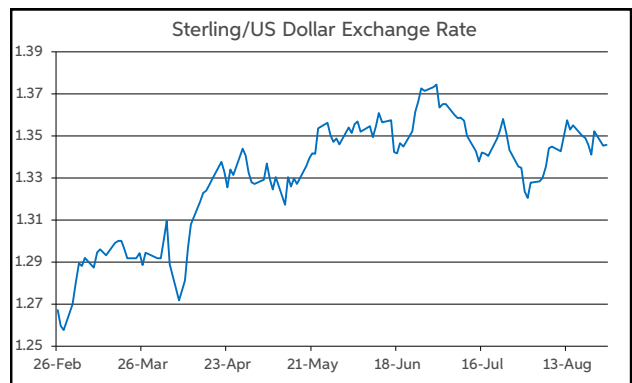
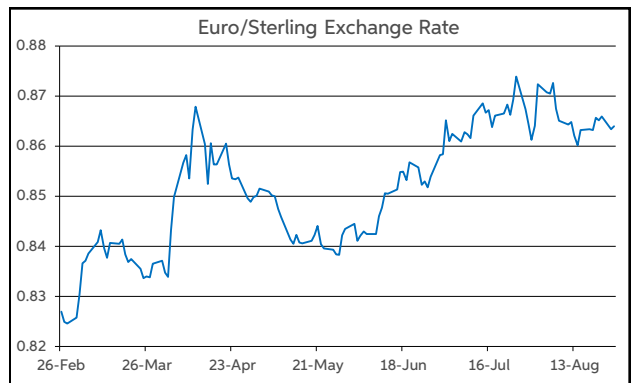
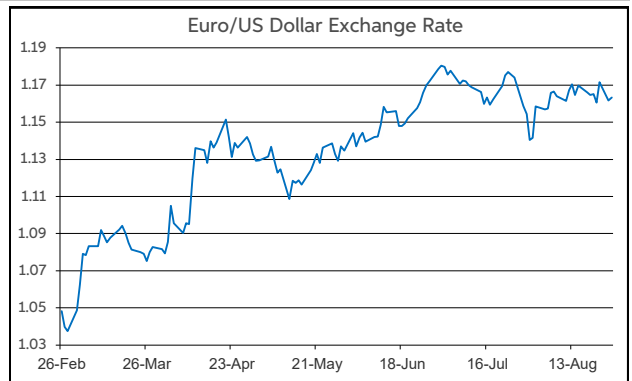
Overall there was a cautious mood on markets yesterday. This is evidenced by the Euro Stoxx 50 declining by 0.8%. Meantime, on Wall Street, the S&P 500 fell by 0.4%. In terms of fixed income, US Treasury and UK Gilt yields were little changed. In the Eurozone, German Bund yields moved circa 4bps higher, while French yields rose by around 8bps, as PM Bayrou announced he will call a no confidence vote next month, in an effort to pass a Budget containing significant spending cuts (circa €44bn).

Currency-wise, the dollar has been holding a firmer tone over the past 24 hours. However, the greenback saw some volatility overnight, briefly handing back its gains before retaking the ascendancy once again, as President Trump stated he will remove Governor Cook from the Fed. However, it remains unclear if he has the authority to do so. At the same time, the euro has been under some downward pressure amid political developments in France.

As trading gets underway this morning, the firmer dollar and weaker euro sees EUR/USD open down in the lower half of \$1.16-1.17. GBP/USD is back near the midpoint of \$1.34-1.35. Elsewhere, EUR/GBP is just below the halfway mark of 86-87p.

Today, the only data release of note will be US consumer confidence for August. Meantime, political developments in France and Governor Cooks position at the Fed will remain in focus.

Daniel Noonan, Economist, AIB



Today's Opening FX Rates			
		% Change	
		Day *	End 2024
EUR/USD	1.1633	-0.62	12.36
EUR/GBP	0.864	-0.24	4.44
GBP/USD	1.3458	-0.37	7.57
GBP/EUR	1.1567	0.24	-4.25
USD/JPY	147.8	0.39	-5.97
EUR/JPY	171.95	-0.23	5.65

* v Previous Day's European Open

See Next Page for More Rates

Opening Interest Rates						
Base Rate	Money Market			Swap Rates		
	1-Mth	3-Mth	1-Yr	2-Yr	5-Yr	
USD	4.38	4.31	4.20	3.79	3.75	3.73
EUR	2.00	1.89	2.02	2.07	2.10	2.37
GBP	4.00	3.96	3.96	3.85	4.01	4.08

All rates quoted are indicative market rates

See Next Page For More Rates & Charts

CONTACTS		
AIB Customer Treasury Services business.treasury@aib.ie aib.corporate@treasury@aib.ie aib.ie/fxcentre	Customer Treasury Services GB treasury.gb@aib.ie aibgb.co.uk/fxcentre	Customer Treasury Services NI TreasuryNI@aib.ie aibni.co.uk/fxcentre

Opening Levels

Tuesday 26 August 2025
06:31 am



Euro

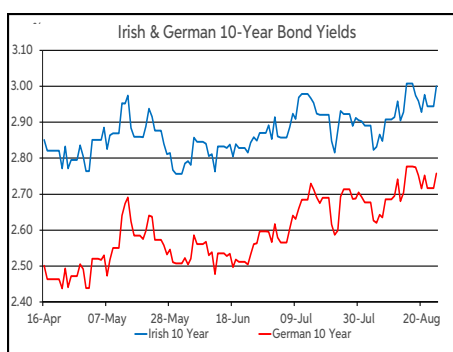
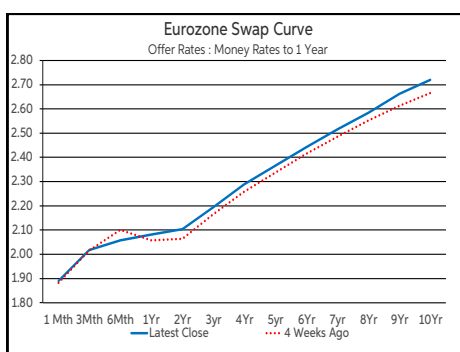
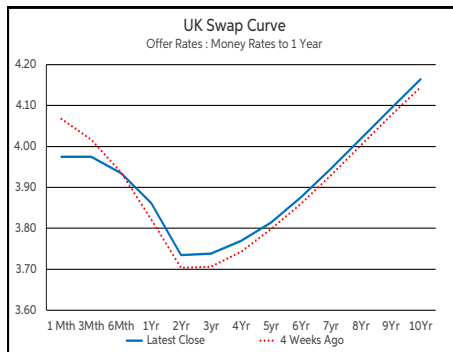
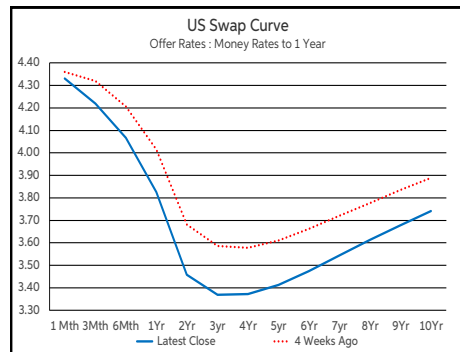
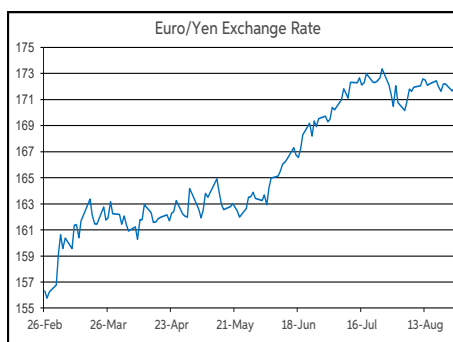
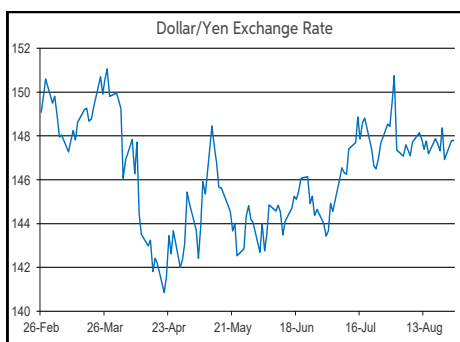
EUR/GBP	0.864
EUR/USD	1.1633
EUR/JPY	171.95
EUR/SEK	11.1367
EUR/DKK	7.4644
EUR/NOK	11.7708
EUR/CHF	0.9369
EUR/AUD	1.7955
EUR/HKD	9.0838
EUR/CAD	1.6112

Sterling

GBP/EUR	1.1567
GBP/USD	1.3458
GBP/CAD	1.864
GBP/NZD	2.3034
GBP/JPY	198.88
GBP/SEK	12.8822
GBP/DKK	8.6333
GBP/NOK	13.618
GBP/CHF	1.0838
GBP/AUD	2.0768

Dollar

USD/JPY	147.8
USD/CAD	1.3851
USD/CHF	0.8053
USD/CNY	7.1531
USD/BRL	5.4101
USD/RUB	80.2
USD/INR	87.706
AUD/USD	0.6477
NZD/USD	0.5839



Debt Markets				
	Close	Change bps		
		Day	4 Weeks	End 24
10 Year Yield %				
US	4.28	+2	-15	-30
Germany	2.76	+4	+7	+39
UK	4.69	-4	+3	+12
5 Year Swap %				
US	3.67	-1	-18	-62
Eurozone	2.36	+4	+3	+12
UK	4.03	-2	+0	-25
2 Year Swap %				
US	3.70	+1	-22	-63
Eurozone	2.10	+2	+4	-9
UK	3.97	-0	+5	-52
10 Year Government Bond Spreads to Benchmark bps				
Ireland	26	-3	+2	-3
Belgium	57	+3	+4	-5
France	74	+5	+8	-9
Italy	86	+3	+2	-30
Spain	61	+3	+2	-9
Portugal	43	+2	+1	-5
Greece	70	-1	+1	-18

Commodities				
	% Change			
	Close	Day	4 Weeks	End 24
Brent Oil	68.8	+1.58	-1.77	-7.82
West Texas Oil	71.65	-0.17	-1.90	-1.27
Gold \$	3366.2	-0.16	+1.58	+28.30

This publication is for information purposes and is not an invitation to deal. The information is believed to be reliable but is not guaranteed. Any expressions of opinions are subject to change without notice. This publication is not to be reproduced in whole or in part without prior permission. In the Republic of Ireland it is distributed by Allied Irish Banks, p.l.c. In the UK it is distributed by Allied Irish Banks, p.l.c. and Allied Irish Bank (GB). In Northern Ireland it is distributed by Allied Irish Bank (NI). In the United States of America it is distributed by Allied Irish Banks, p.l.c. Allied Irish Banks, p.l.c. is regulated by the Central Bank of Ireland. Allied Irish Bank (GB) and AIB (NI) are trade marks used under licence by AIB Group (UK) p.l.c. (a wholly owned subsidiary of Allied Irish Banks, p.l.c.), incorporated in Northern Ireland. Registered Office 92 Ann Street, Belfast BT1 3HH. Registered Number NI018800. Authorised by the Prudential Regulation Authority and regulated by the Financial Conduct Authority and the Prudential Regulation Authority. In the United States of America, Allied Irish Banks, p.l.c., New York Branch, is a branch licensed by the New York State Department of Financial Services. Deposits and other investment products are not FDIC insured, they are not guaranteed by any bank and they may lose value. Please note that telephone calls may be recorded in line with market practice.